



CC RWC Global Emerging Markets Fund (APIR:CHN8850AU)

30 September 21

Fund Benefits

Exclusive Australian Access:

Access to a proven global fund manager not otherwise available to Australian investors.

Investment Team Expertise:

RWC has an experienced investment team drawing on knowledge and global information networks to uncover growth opportunities across more than 60 markets globally.

Overseas Opportunities and Diversification:

Investing in Emerging Markets and Frontier Markets may provide long-term capital appreciation of companies situated in countries with growing economies, and may provide a useful source of portfolio diversification.

Fund Facts

Investment Manager	Channel Investment Management Ltd
Underlying Fund Investment Manager	RWC Asset Advisors (US) LLC ('RWC') (Portfolio Manager: John Malloy)
Structure / Underlying Fund	The Fund invests into the RWC Global Emerging Markets Fund Class F Shares
Inception Date [^]	19 February 2019
Management Fee #	1.23% p.a.
Distributions	Annually
Fund Size ⁺	AUD \$227 million

Performance (Australian Dollars)

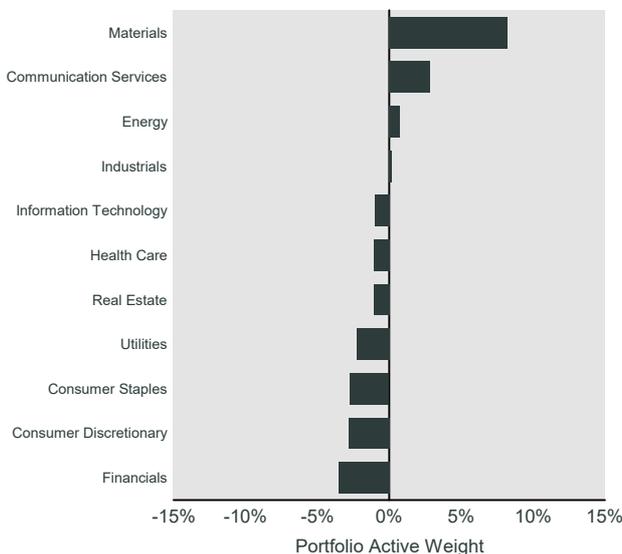
Returns (after fees)	Fund*	MSCI Emerging Markets Index Net AUD ^{^^}	Fund Returns vs Index (after fees)
1 Month	-4.52%	-2.84%	-1.68%
3 Months	-6.11%	-4.48%	-1.63%
FYTD	-6.11%	-4.48%	-1.63%
1 Year	29.23%	17.29%	11.94%
2 Years p.a.	16.79%	10.45%	6.34%
3 Years p.a.	-	-	-
Inception p.a.	14.68%	9.68%	5.00%

Top 5 Holdings

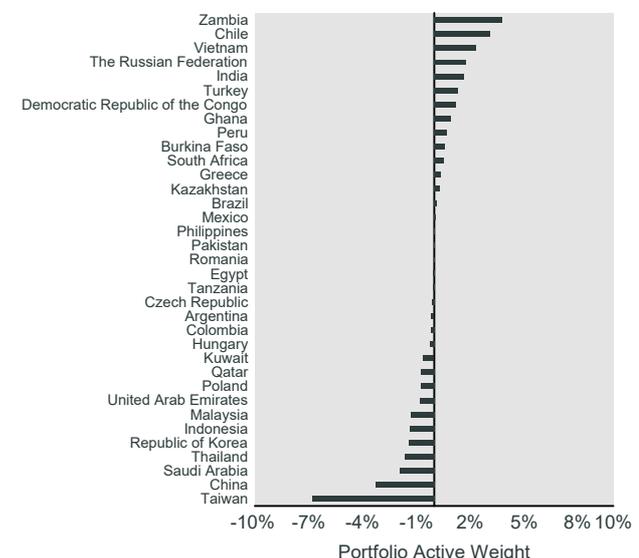
Stock Name	Sector
Taiwan Semiconductor Manufacturing	Information Technology
Tencent Holdings Ltd	Communication Services
First Quantum Minerals Ltd.	Materials
Reliance Industries Limited	Energy
LONGi Green Energy Technology	Information Technology

Source: RWC Asset Advisors (US) LLC

Relative Sector Breakdown**



Relative Geographic Breakdown**



Platform Availability

AMP MyNorth	Ausmaq
BT Panorama	BT Wrap
HUB24	Macquarie Wrap
Mason Stevens	MLC Wrap/Navigator
Netwealth	Powerwrap
Praemium Super	

Further Information

Phone:	1800 940 599
Email:	distribution@channelcapital.com.au
Web:	www.channelcapital.com.au

All figures disclosed include the net effect of GST and RITC. ^ Inception Date for performance calculation purposes. + Fund size refers to the CC RWC Global Emerging Markets Fund ARSN 630 341 249. * Performance is for the CC RWC Global Emerging Markets Fund (APIR: CHN8850AU), and is based on month end unit prices before tax in Australian Dollars. Net performance is calculated after management fees and operating costs. Individual Investor level taxes are not taken into account when calculating returns. This is historical performance data. It should be noted the value of an investment can rise and fall and past performance is not indicative of future performance. ^^The index refers to the MSCI Emerging Markets Index Net in AUD and is provided for reporting and illustrative purposes only as the Fund is not actively managed against the index as a benchmark. ** Relative Sector Breakdown and Relative Geographic Breakdown refer to the Underlying Fund and show portfolio weights relative to the MSCI Emerging Markets Index Net AUD. Data provided by RWC.



Fund and Market Review

Emerging market equities fell in line with developed markets during the month of September. Meanwhile, Covid-19 vaccination rates have increased across the majority of emerging markets. The MSCI Emerging Markets Index Net AUD fell -2.84% while the CC RWC Global Emerging Markets Fund was down -4.52%. In China, electricity shortages, concerns of Evergrande defaulting and ongoing regulatory risk kept Chinese equity markets under pressure. However, export growth accelerated to 25.6% y-o-y, despite the spread of the Delta variant as global demand for goods remained resilient. India was up 0.6% as PMIs moved into expansionary territory driven by government capex and exports. South Korea fell -6.6% as industrial production was down 0.7% m-o-m while PMIs fell sharply by 1.8 bps to 51.2, due to a decline in the output index. In EMEA, Russia and Saudi Arabia were up on rising energy prices. Brent Crude oil rose above US\$80 per barrel in September owing to a large supply-demand deficit as global demand continues to recover faster than expected. Additionally, the improvement in Russian fiscal balances should reduce the risks of further tax hikes in 2022-2023. South Africa fell -4.8% despite activity rebounding in recent weeks. In Latin America, Brazil declined -13.0% on the back of a convoluted political scenario, double-digit inflation and risks stemming from China impacting commodities.

Russia was a positive contributor to the Fund's performance. Yandex and Sberbank rose 3.6% and 5.5%, respectively. The former was up due to a significant strengthening of its ecosystem while the latter rose as mortgage demand in Russia remained robust. The Fund's energy exposure was a positive contributor to performance. Uranium miner, Kazatomprom, was up 25.7% during the month as the uranium price rose sharply in September. The demand outlook has improved, largely focused on the role that nuclear energy could play in the push for clean energy. The Fund's oil exposure was also a contributor to performance. Rosneft Oil and Tullow Oil were up +16.2% and +12.7%, respectively, as the Brent Crude Oil price rose above US\$80 per barrel during the month for the first time since September 2018. Within the portfolio's New Auto Tech thematic, SQM continued its strong performance on the back of robust demand for electric vehicles. India was an absolute contributor to performance. Reliance and IndiGo rose 9.8% and 4.4%, respectively. Reliance was up due to strong festive season demand which is expected to translate through to increased profitability while IndiGo rose as domestic air traffic continues to improve.

The Fund's underperformance was driven by a variety of factors. Copper fell during the month due to inflationary pressures and increasing strain in China's indebted property sector. First Quantum Minerals declined -11.0%. The investment thesis for copper remains intact with increased demand coming from global decarbonisation. China was a negative contributor to the Fund's performance due to increased regulatory risk. However, the Chinese economy remains strong. China continues to make significant technological advancements and will benefit from a recovery in consumption.

The information contained in this report is provided by the Underlying Fund Investment Manager, RWC Asset Advisors (US) LLC ('RWC'). Channel Investment Management Limited ACN 163 234 240 AFSL 439007 ('CIML') is the Responsible Entity and issuer of units in the CC RWC Global Emerging Markets Fund ARSN 630 341 249 ('the Fund'). Neither CIML nor RWC, their officers, or employees make any representations or warranties, express or implied as to the accuracy, reliability or completeness of the information contained in this report and nothing contained in this report is or shall be relied upon as a promise or representation, whether as to the past or the future. Past performance is not a reliable indication of future performance. A reference to quarters is a reference to a calendar quarter. Unless otherwise specified, any performance information provided is in relation to the month specified in this report. This information is given in summary form and does not purport to be complete. Information in this report, should not be considered advice or a recommendation to investors or potential investors in relation to holding, purchasing or selling units in the Fund and does not take into account your particular investment objectives, financial situation or needs. Before acting on any information you should consider the appropriateness of the information having regard to these matters, any relevant offer document and in particular, you should seek independent financial advice. Readers are cautioned not to place undue reliance on forward looking statements. Neither CIML nor RWC have any obligation to publicly release the result of any revisions to these forward looking statements to reflect events or circumstances after the date of this report. For further information and before investing, please read the Product Disclosure Statement available on request. A Target Market Determination for the Fund is available at www.channelcapital.com.au.